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E-Filed: March 21, 2011

**UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF NEVADA**

In re: ) Case No.: 10-32725-BAM  
)  
AD Systems Communications, Inc., ) Chapter 11  
)  
Debtors. ) Hearing Date: April 19, 2011  
) Time of Hearing: 10:00 a.m.

**SECOND INTERIM STATEMENT OF SERVICES RENDERED AND EXPENSES  
INCURRED BY THE SCHWARTZ LAW FIRM, INC. AS ATTORNEYS FOR THE  
DEBTOR FOR THE PERIOD FEBRUARY 1, 2011 THROUGH FEBRUARY 28, 2011**

In accordance with the Administrative Order Pursuant to 11 U.S.C. §§ 105(a), 328 and 331 Establishing Procedures for Interim Compensation and Reimbursement of Professionals (the “**Administrative Order**”) granted by the Court November 10, 2010, The Schwartz Law Firm, Inc. (“**SLF**”), as attorneys for Ad Systems Communications, Inc., the Debtor in the above-captioned Chapter 11 case (the “**Debtor**”), submits this Statement of Services Rendered and Expenses Incurred (the “**Statement**”) for the period of February 1, 2011 through February 28, 2011 (the “**Statement Period**”).

**I. STANDARDS FOR ALLOWANCE OF COMPENSATION**

1. Under section 330(a)(1) of the Bankruptcy Code, the Court may award the Debtor’s attorneys the reasonable compensation for all actual, necessary services rendered by

such attorneys and paraprofessionals employed by them based on the nature, extent and value of the services rendered, time spent on such services and the cost of comparable services other than in a bankruptcy case. The Court may also award reimbursement for all actual, necessary expenses incurred.

## II. THE ITEMIZATION OF SERVICES RENDERED BY SLF

2. The hours devoted to this case by the SLF professionals and paraprofessionals during the Statement Period, the hourly rate for each professional and paraprofessional and the resulting fees are itemized as set forth on **Exhibit 1**, attached hereto.

3. The time records of SLF submitted herewith, and incorporated herein, consist of a daily breakdown of the time spent by each SLF professional and paraprofessional on each day during the Statement Period. See Exhibit 1.

4. The blended hourly rate for all services rendered by SLF during the Service Period is \$266.66.<sup>1</sup>

## III. ITEMIZATION OF SERVICES RENDERED AND DISBURSEMENTS MADE BY CATEGORY

### A. Services Rendered

5. SLF rendered services to the Debtors related to the general administration of the estate. A detailed itemization of the services rendered by SLF is set forth in **Exhibit 1**.

### B. Disbursements Made

6. Disbursements of \$71.78 were made by SLF, as set forth in **Exhibit 1**, attached hereto.

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<sup>1</sup> The blended hourly billing rate of \$266.66 per hour is derived by dividing the total fees of \$7,866.50 by the total hours of 29.50.

C. **Total Services Rendered and Disbursements**

7. The total services rendered and disbursements made are as follows:

Total Services: \$7,938.28

D. **Amount Payable After Holdback**

8. The amount payable to SLF for the Statement Period, after adjusting for the ten percent (10%) holdback, is \$7,151.63.<sup>2</sup>

9. Accordingly, SLF respectfully requests that said amount be paid pursuant to the Court's Administrative Order.

Respectfully Submitted,

/s/Samuel A. Schwartz  
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<sup>2</sup> The amount payable of \$7,151.63 is calculated by adding ninety percent (90%) of the total fees to the total disbursements (i.e. (\$7,866.50) (.90) + \$71.78 = \$7,151.63).

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of the foregoing was sent electronically via the Court's CM/ECF system on March 21, 2011, to the following:

THOMAS H. FELL on behalf of Creditor MEGAVAIL, INC.  
BANKRUPTCYNOTICES@GORDONSILVER.COM;bknotices@gordonsilver.com

KURTZMAN CARSON CONSULTANTS, LLC (tv)  
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[USTPRegion17.lv.ecf@usdoj.gov](mailto:USTPRegion17.lv.ecf@usdoj.gov)

I HEREBY CERTIFY that true and correct copies of the foregoing were sent via U.S. Regular Postal Mail on March 21, 2011, to the following:

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Employment Security Division  
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/s/ Janine Lee  
Janine Lee

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